SUBJECT: Harvey Shop Facility Modifications Contract M1-84 Procurement Authorization

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RECOMMENDATION

MEETING DATE: June 13, 2007

It is recommended that the Commission authorize the award of a contract to Jeviso Construction Corporation (Jeviso) in the amount of \$3,091,511.00 for Contract M1-84 – Harvey Shop Facility Modifications.

FUNDING

Sufficient funds for this expenditure are included in Project 3.9 Buildings and Structures, under CLRV Life Extension Program Facility and under Surface Carhouse/Shop Facility Renewal Program (as set out on pages 827 to 830 and on pages 933 to 937, respectively, of the State of Good Repair/Safety Category) of the TTC 2007-2011 Capital Program, which was approved by Toronto City Council on March 7, 2007.

BACKGROUND

Harvey Shop facility, which was constructed in 1924, has undergone many changes in equipment and in its usage. The condition of various areas has deteriorated to a point that modifications are required to maintain operational requirements.

Harvey Shop has an antiquated single phase power distribution system that should be upgraded to a three phase system for compliance with current industry standards and available industrial equipment. Similarly, most of the existing panel boards are old and at full capacity, with all of the breakers utilized. The panel boards are in need of replacement as the breakers are no longer available and cannot be refurbished.

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Harvey Shops front line supervisors are presently located away from the labour force or with insufficient facilities. To improve productivity, the front line supervisors require shop floor level locations within view of the labour force. The existing space does not accommodate these supervisors.

The condition of the floor surface and support systems at the pit area have been inspected and require remedial work or modification in order to continue in their intended function for servicing and maintenance of the vehicles and movement of equipment.

DISCUSSION

The work includes upgrade of existing electrical distribution equipment and redistribution of electrical load; the rehabilitation of existing facilities and additional space for productivity improvements; and structural repairs to the concrete slab at track level.

Tender documents were prepared for Contract M1-84 – Harvey Shop Facility Modifications and a Request for Tenders was posted on the TTC Web site as of April 12, 2007. Seventeen companies requested copies of the tender documents, out of which eight submitted a tender and are summarized in Appendix A.

Jeviso submitted the lowest priced tender and did not state any exceptions or qualifications. Jeviso has satisfactorily completed work of a similar size and nature. Their tender is considered acceptable.

The Agreement to Bond submitted by Jeviso covers both a Labour and Material Payment Bond and a Performance Bond. The surety company noted on the tender is licensed to transact business under the Insurance Act of Ontario.

Grenwitch General Contracting Inc. submitted the second lowest priced tender and also did not state any exceptions or qualifications and their tender is considered acceptable.

BECC Construction Group Ltd. submitted the third lowest priced tender and also did not state any exceptions or qualifications and their tender is considered acceptable.

The successful tenderer will be required to execute a Performance Bond and Labour and Material Payment Bond each in the amount of 50% of the contract value.

JUSTIFICATION

The tender submitted by Jeviso Construction Corporation is the lowest priced acceptable tender.

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May 29, 2007

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Attachment

APPENDIX A

HARVEY SHOP FACILITY MODIFICATIONS CONTRACT M1-84

SUMMARY OF TENDERS

COMPANY	TENDERED PRICE
Jeviso Construction Corporation *	\$3,091,511.00
Grenwich General Contracting Inc.	\$3,292,678.00
BECC Construction Group Ltd.	\$3,497,894.00
Martinway Contracting Ltd.	\$3,500,000.00
APlus General Contractors Corp.	\$3,980,000.00
Dig-Con International Limited	\$4,100,000.00
Frank Pellegrino General Contracting Ltd.	\$4,484,897.00
Dineen Construction Corporation	\$6,330,000.00
Engineer's Estimate	\$4,000,000.00

^{*} Recommended Company